



Mike Bradley <mbradley@utah.gov>

incoming

Velvet Mine - Mine Permit M/037/0040

2 messages

parker.wells@dorsey.com <parker.wells@dorsey.com>

Tue, Jul 14, 2015 at 11:18 AM

To: paulbaker@utah.gov

Cc: mbradley@utah.gov, pennyberry@utah.gov, Prince.William@dorsey.com, Bo.Cmatovic@uranium1.com, Jane.Luck@uranium1.com, Norman.Schwab@uranium1.com

Mr. Baker,

Attached to this email please find a letter from Uranium One Americas concerning the existing surety for the Velvet Mine and Mine Permit M/037/0040. As I discussed yesterday with Mike Bradley and Penny Berry, Uranium One Americas is currently working toward closing a transaction involving the sale of the Velvet Mine to Anfield Resources Holding Corp. ("Anfield") which transaction would include Anfield filing a replacement surety bond for the Velvet Mine, sufficient to cause the release of U1 Americas current letter of credit (LOC BMCH311353OS).

Based on the pending transaction, Uranium One Americas, in the attached letter, requests an extension of the deadline to replace the existing letter of credit from July 31, 2015 to August 31, 2015. Please confirm that the Division agrees to provide the requested extension of the deadline to replace the existing letter of credit from July 31, 2015 to August 31, 2015.

Thank you,

Wells S. Parker

Partner

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DORSEY & WHITNEY LLP

Kearns Building

136 South Main Street, Suite 1000

Salt Lake City, UT 84101-1685

P: 801.933.7364 F: 801.880.8425
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**DOGM Letter - Bond for Velvet Mine - signed.pdf**

624K

Paul Baker <paulbaker@utah.gov>

Tue, Jul 14, 2015 at 11:54 AM

To: parker.wells@dorsey.com

Cc: Mike Bradley <mbradley@utah.gov>, Penny Berry <pennyberry@utah.gov>, Prince.William@dorsey.com, Bo.Crnatovic@uranium1.com, Jane.Luck@uranium1.com, Norman.Schwab@uranium1.com

The reclamation contract requires that the surety be replaced within 60 days of the Division receiving notification of cancellation, but I believe this anticipates we would only receive a 90-day notification before the surety was cancelled. In this case we have nearly three months of additional time, so I don't see a reason not to extend the deadline as requested. Unless there's a problem I'm not aware of, we'll write up an approval.

[Quoted text hidden]

—

Paul Baker
Minerals Program Manager
Utah Division of Oil, Gas and Mining
[801-538-5261](tel:801-538-5261)
M-W, F